

**CULTURE INFORMATION AND PASTORALIST
DEVELOPMENT (CIPAD)
P.O BOX 302 - 60700
MOYALE**

**THE FINANCIAL REPORT FOR THE PERIOD OF
YEAR ENDED 31ST DECEMBER, 2022**

AUDITORS:-

SILA & ASSOCIATES,
CERTIFIED PUBLIC ACCOUNTANTS (K)
P.O. BOX 2436, [TEL:- 0722 302 021](tel:0722302021)
EMAIL: ptrcksila@yahoo.com
MACHAKOS.

CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)

FINANCIAL REPORT FOR THE YEAR ENDED 31ST DECEMBER, 2022

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CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)

FINANCIAL REPORT FOR THE YEAR ENDED 31ST DECEMBER, 2022

GENERAL INFORMATION

NAME : CULTURE INFORMATION AND PASTORALIST
DEVELOPMENT (CIPAD) – OBBITU CHILDREN
HOME – SOLOLO

ADDRESS : P.O. BOX 302 – 60700
MOYALE

OFFICIALS : MR. GALAMA DABASSO - CHAIRMAN
MR. GUFU DUBA - TREASURER
MR. GABRIEL G. GUFU - SECRETARY

**PHYSICAL ADDRESS/
LOCATION** : SOLOLO, MOYALE.

OBJECTIVE : PROVISION OF PARENTAL CARE,
ACCOMMODATION, EDUCATION, HEALTH CARE,
NUTRITION & CLOTHING TO ORPHANS AGED
BETWEEN 2 AND 12 YEARS. CURRENTLY 24
RESIDENTIAL, AND 326 ON HOME-BASED
SUPPORT.

BANKERS : KENYA COMMERCIAL BANK
P.O. BOX 191 – 60700
MOYALE

AUDITORS : SILA & ASSOCIATES,
CERTIFIED PUBLIC ACCOUNTANT (K)
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CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)

FINANCIAL REPORT FOR THE YEAR ENDED 31ST DECEMBER, 2022

STATEMENT OF MANAGEMENT COMMITTEE'S RESPONSIBILITIES

The International Financial Reporting Standard requires the directors to prepare financial statements for each financial year that gives a true and fair view of the state of affairs of the organization at the end of the financial year and its operating results for that year. It also requires the directors to ensure the organization maintains proper accounting records which disclose, with reasonable accuracy the financial position of the organization. The directors are also responsible for safeguarding the assets of the organization.

The directors accept responsibility for the financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Financial Reporting Standards. The directors are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the organization as at 31st December 2022 and of its operating results for the year then ended. The directors further accept responsibility for the maintenance of accounting records which may be relied upon in the preparation of financial statements, as well as adequate systems of internal financial control.

Nothing has come to the attention of the directors to indicate the organization will not remain a going concern for at least the twelve months from the date of this statement.

Approved by the board on 27th March, 2023 signed on its behalf by:-

..... Chairman Name: Galma Dabasso
Signature

..... Treasurer Name: Gufu Duba
Signature

..... Secretary Name: Gabriel .G. Gufu
Signature

SILA & ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANT (K)

**AUDIT REPORT OF CULTURE INFORMATION AND PASTORALIST
DEVELOPMENT (CIPAD) FINANCIAL REPORT FOR YEAR ENDED 31ST
DECEMBER, 2022**

INTRODUCTION AND GENERAL INFORMATION

We have been instructed by Mr. Gabriel G. Guyo, on behalf of the Board of Culture Information and Pastoralist Development (CIPAD), located at Sololo, in Moyale District to carry out audit on the financial records of position and operations results and cash flows of the children's home for the year ending on 31st December, 2022, covered in pages 4 to 9.

We have examined the financial report prepared by the Home which includes, funds donations and expenditure statements for the period and financial position as at 31st December, 2022.

The report is mainly prepared on cash-in and cash-out basis, although there were no material accrued expenses or prepayments.

We obtained all the information and explanations which we considered necessary for our audit and to provide a reasonable basis for our opinion. The provided receipt of funds and expenditure records do tie with the recorded receipts and expenditures on the report.

RESPECTIVE RESPONSIBILITIES OF THE BOARD AND THE AUDITORS

The Board is responsible for the preparation of the financial report, which gives a true and fair view of the operation's transactions during the period. Our responsibility is to express an independent opinion on the financial report based on our audit and to report our opinion in line with the applicable International Standards on Auditing (ISAS).

BASIS OF OPINION

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance that the financial report is free of material misstatement. An audit includes examining on test basis, evidence supporting the amounts in the financial report. It also includes assessing the accounting principles used and significant estimates made by the Board as well as evaluating the overall financial report presentation. We believe that our audit provides a reasonable basis for our opinion.

OPINION

In our opinion the financial report give a true and fair view of the financial position of the Home as at 31st December, 2022 and financial performance for the year then ended in accordance with International Financial Reporting Standards.

The engagement partner responsible for the audit resulting in this Independent auditor's report is CPA – Patrick M. Sila P/NO. 1317.

SILA & ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANTS (K)

Machakos, Kenya
27th March, 2023

CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)

FINANCIAL REPORT FOR THE YEAR ENDED 31ST DECEMBER, 2022 STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED 31ST DECEMBER, 2022.

	<u>2022</u>	<u>2021</u>
	<u>KSHS</u>	<u>KSHS</u>
<u>INCOME</u>		
Donations for operations	17,052,429.00	15,879,151.00
Deferred income	<u>1,004,437.00</u>	<u>1,068,919.00</u>
	<u>18,056,866.00</u>	<u>16,948,070.00</u>
<u>EXPENSES</u>		
<u>Home Based Care:-</u>		
-Food	3,669,050.00	3,000,000.00
-Education	1,918,546.00	1,294,712.00
-Shelters repairs	60,700.00	559,910.00
- Relief programme-water	319,800.00	42,150.00
- Kit kaza and others	342,940.00	360,840.00
-Clothes	175,250.00	337,000.00
-Mattresses	-	143,600.00
-Welfare programs	996,000.00	810,000.00
<u>Obbitu Children's Home Expenses</u>		
- Food	1,321,915.00	1,070,765.00
- Firewood	144,000.00	140,250.00
- Clothing and other items (24)	188,095.00	184,570.00
- Education:-		
-Uniforms (24)	-	23,200.00
-Stationery (24)	24,670.00	22,940.00
-School Fees (24)	34,500.00	15,740.00
-Water	48,000.00	12,000.00
-Drugs	11,906.00	12,550.00
-Staff welfare	356,850.00	-
Health & Medical expenses	1,420,400.00	1,266,000.00
Salaries & Other related expenses	4,651,052.00	4,781,817.00
NSSF	265,440.00	224,640.00
Repair and Maintenance	427,548.00	547,384.00
Management Committee Expenses (OVC)	15,000.00	26,500.00
Administrative Expense	313,741.00	282,337.00
Audit Expenses	80,000.00	100,000.00
Contingencies	-	606,700.00
Depreciation	<u>1,004,437.00</u>	<u>1,068,919.00</u>
	<u>17,789,840.00</u>	<u>16,934,524.00</u>
<u>Surplus / (Deficit) for the year</u>	<u>267,026.00</u>	<u>13,546.00</u>

CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)

FINANCIAL REPORT FOR THE YEAR ENDED 31ST DECEMBER, 2022

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2022

	<u>NOTES</u>	<u>2022</u> <u>KSHS</u>	<u>2021</u> <u>KSHS</u>
A. <u>PROPERTY, PLANT & EQUIPMENT</u>			
Sundry Assets	2	<u>20,688,190.00</u>	<u>21,644,627.00</u>
B. <u>CURRENT ASSETS:</u>			
Cash at hand		50,875.00	10,288.00
Cash at Bank		479,325.00	336,683.00
Stores & unused material		<u>100,097.00</u>	<u>16,300.00</u>
		<u>630,297.00</u>	<u>363,271.00</u>
C. <u>CURRENT LIABILITIES</u>			
Audit fee & other creditors		80,000.00	80,000.00
NSSF for December		-	-
PAYE for December		-	-
		<u>80,000.00</u>	<u>80,000.00</u>
D. <u>NET WORKING CAPITAL (B-C)</u>		<u>550,297.00</u>	<u>283,271.00</u>
TOTAL CAPITAL EMPLOYED (D+A)		<u>21,238,487.00</u>	<u>21,927,898.00</u>
<u>FINANCED BY:-</u>			
<u>LIABILITIES</u>			
Donations - International Donors	4	20,472,618.00	21,429,055.00
Donation - Community		2,000,000.00	2,000,000.00
Surplus / (Deficit) to date	5	<u>(1,234,131.00)</u>	<u>(1,501,157.00)</u>
TOTAL LIABILITIES		<u>21,238,487.00</u>	<u>21,927,898.00</u>

The financial statements on page 4-9 were authorized for issues by the Board of management on 27th March, 2023 and signed on its behalf by:-

Chairman _____	Treasurer _____	Secretary _____
Name: Galma Dabasso.	Name: Gufu Duba.	Name: Gabriel G. Guyo.

CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)

FINANCIAL REPORT FOR THE YEAR ENDED 31ST DECEMBER, 2022

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31ST DECEMBER, 2022

	<u>NOTES</u>	<u>2022</u> <u>KSHS.</u>	<u>2021</u> <u>KSHS.</u>
Cash flows from operating activities			
Donations for current operations	3	17,052,429.00	15,879,151.00
Payments to employees and supplies –page	4	(16,785,403.00)	(15,865,605.00)
		267,026.00	13,546.00
Increase / (decrease) in operating assets			
(Increase) /decrease receivables		-	-
Increase / (decrease) in payables		-	-
(Increase) /decrease in stores		(83,797.00)	103,700.00
Net cash from operating activities		<u>183,229.00</u>	<u>117,246.00</u>
Cash flows from (to) investing activities			
Donation for non –current assets	2 & 3	(48,000.00)	(61,000.00)
		<u>(48,000.00)</u>	<u>(61,000.00)</u>
Cash flows from (to) financing activities			
Acquisition of non –current assets	3 & 4	48,000.00	61,000.00
		<u>48,000.00</u>	<u>61,000.00</u>
Net increase/ decreases in cash and cash equivalent		183,229.00	117,246.00
Cash and cash equivalent at the beginning of the year		<u>346,971.00</u>	<u>229,725.00</u>
Cash and cash equivalent as at 31.12. 2022		<u>530,200.00</u>	<u>346,971.00</u>

CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)

FINANCIAL REPORT FOR THE YEAR ENDED 31ST DECEMBER, 2022 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDING 31ST DECEMBER, 2022

1. SIGNIFICANT ACCOUNTING POLICIES:-

a) Accounting period

The organization prepares its accounts each year ending 31st December.

b) Basis of accounting:-

The organization prepares its accounts based on historical cost convention, modified to include the revaluation of certain assets should this become necessary.

c) Property, plant & Equipment and depreciation:-

Property and equipment are stated at cost less accumulated depreciation.

Depreciation is calculated at annual rates estimated to write off each asset over the term of its useful life.

The basis and rates at which depreciation has been calculated are shown here below:-

<u>Particulars</u>	<u>Rate</u>	<u>Basis</u>
Land	Nil	N/A
Buildings	2.5%	Straight Line Method
Motor Vehicle & Cycle	25%	Reducing Balance Method
Computers	25%	Reducing Balance Method
Machinery & Equipment	10%	Reducing Balance Method
Furniture & Fitting	10%	Reducing Balance Method
Green House	20%	Straight Line Method
Mechanical Bay	2.5%	Straight Line Method
Water project	10%	Reducing Balance Method

CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)

FINANCIAL REPORT FOR THE YEAR ENDED 31ST DECEMBER, 2022

(Notes to the financial statements for the year ending 31st December, 2022 cont.)

2. PROPERTY, PLANT AND EQUIPMENT

FIXED ASSETS	LAND KSHS.	BUILDING KSHS.	MOTOR VEHICLE & CYCLE KSHS.	COMPUTERS KSHS.	MACHINERY EQUIPMENT KSHS.	FURNITURE & FITTINGS KSHS.	GREEN HOUSE KSHS	MECHANICAL BAY KSHS.	WATER PROJECTS KSHS.	TOTALS KSHS.
<u>COST/VALUATION</u>										
Bal. b/f. on 01.01.2021	2,000,000.00	17,874,627.00	1,214,000.00	746,700.00	4,522,465.00	1,639,114.00	5,469,270.00	970,520.00	3,311,480.00	37,748,176.00
Additions	-	-	-	-	-	61,000.00	-	-	-	61,000.00
Disposals	-	-	-	-	-	-	-	-	-	-
Bal. b/f. on 01.01.2022	2,000,000.00	17,874,627.00	1,214,000.00	746,700.00	4,522,465.00	1,700,114.00	5,469,270.00	970,520.00	3,311,480.00	37,809,176.00
Additions	-	-	-	-	-	48,000.00	-	-	-	48,000.00
Disposals	-	-	-	-	-	-	-	-	-	-
Bal. c/f on 31.12.2022	2,000,000.00	17,874,627.00	1,214,000.00	746,700.00	4,522,465.00	1,748,114.00	5,469,270.00	970,520.00	3,311,480.00	37,857,176.00
<u>DEPRECIATION</u>										
Bal. b/f. on 01.01.2021	-	3,632,289.00	1,067,283.00	639,974.00	2,460,971.00	1,066,403.00	5,469,270.00	97,052.00	662,388.00	15,095,630.00
Disposals	-	-	-	-	-	-	-	-	-	-
Charge for the year	-	446,866.00	36,679.00	26,682.00	206,149.00	63,371.00	-	24,263.00	264,909.00	1,068,919.00
Bal. b/f. on 01.01.2022	-	4,079,155.00	1,103,962.00	666,656.00	2,667,120.00	1,129,774.00	5,469,270.00	121,315.00	927,297.00	16,164,549.00
Disposals	-	-	-	-	-	-	-	-	-	-
Charge for the year	-	446,866.00	27,510.00	20,011.00	185,535.00	61,834.00	-	24,263.00	238,418.00	1,004,437.00
Bal. c/f on 31.12.2022	-	4,526,021.00	1,131,472.00	686,667.00	2,852,655.00	1,191,608.00	5,469,270.00	145,578.00	1,165,715.00	17,168,986.00
<u>NET BOOK VALUE</u>										
Bal. as at 31.12.2021	2,000,000.00	13,795,472.00	110,038.00	80,044.00	1,855,345.00	570,340.00	-	849,205.00	2,384,183.00	21,644,627.00
Bal. as at 31.12.2022	2,000,000.00	13,348,606.00	82,528.00	60,033.00	1,669,810.00	556,506.00	-	824,942.00	2,145,765.00	20,688,190.00

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CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)

FINANCIAL REPORT FOR THE YEAR ENDED 31ST DECEMBER, 2022

(Notes to the financial statements for the year ending 31st December, 2022 cont.)

NOTE: During the year, Additions are:-

Dinning Tables	<u>48,000.00</u>	<u>48,000.00</u>
		<u>48,000.00</u>

3. DONATIONS DURING THE YEAR

	<u>Kshs.</u>	<u>Transferred To</u>
Donations for Operations	17,052,429.00	Income & Expenditure Statement
Donations for Capital expenditure (see note 2)	<u>48,000.00</u>	Donation – Liabilities
	<u>17,100,429.00</u>	

4. DONATION – LIABILITIES (INTERNATIONAL DONORS)

	<u>2022</u> <u>KSHS.</u>	<u>2021</u> <u>KSHS.</u>
Donation B/F	21,429,055.00	22,436,974.00
Donation for the year (Note 3)	<u>48,000.00</u>	<u>61,000.00</u>
Total	21,477,055.00	22,497,974.00
Less- Deferred Income (note 2) (Year's Depr.)	<u>(1,004,437.00)</u>	<u>(1,068,919.00)</u>
	<u>20,472,618.00</u>	<u>21,429,055.00</u>

5. SURPLUS / (DEFICIT)

	<u>2022</u> <u>KSHS</u>	<u>2021</u> <u>KSHS</u>
Balance B/F	(1,501,157.00)	(1,514,703.00)
Surplus/ (deficit) for the year	<u>267,026.00</u>	<u>13,546.00</u>
Balance C/F	<u>(1,234,131.00)</u>	<u>(1,501,157.00)</u>